

**Amendments to the Claims:**

This listing of claims will replace all prior versions, and listings of claims in the application:

**Listing of Claims:**

1-6. (canceled).

1 7. (new) A method of encoding data within a system, the method  
2 comprising:

3 determining a set of cut points in input data, the input data including a sequence  
4 of symbols, wherein a cut point is determined using a fingerprint representation of a number of  
5 sequential symbols in the sequence of symbols;

6 segmenting the input data as indicated by the set of cut points;

7 for each segment, determining whether the segment is to be a referenced segment;

8 for each referenced segment, replacing the segment data of the referenced  
9 segment with a reference label;

10 for each referenced segment not already present in a persistent segment store,  
11 storing a reference binding in the persistent segment store, wherein a reference binding  
12 associates a referenced segment's data and its reference label;

13 determining whether any sequence of segments is to be grouped as a reference  
14 group;

15 for each reference group, replacing the references in the group with a group label;  
16 and

17 for each reference group not already present in the persistent segment store,  
18 storing a group reference binding in the persistent segment store, wherein a group reference  
19 binding associates a reference group's references with its group label.

1 8. (new) The method of claim 7, further comprising:

2 recursively identifying groups of labels into higher level groups, wherein groups  
3 of labels are one or more of groups of reference labels and groups of group labels;

4 for each higher level group, replacing the higher level group with a group label;

5 and

6 for each higher level group not already present in the persistent segment store,  
7 storing a group reference binding in the persistent segment store for the higher level group.

1 9. (new) The method of claim 7, wherein the input data comprises payloads  
2 of messages between clients and servers in a client-server network.

1 10. (new) The method of claim 7, wherein the input data comprises portions  
2 of files in an on-line backup system, further comprising representing files in the on-line backup  
3 system as sequences of at least one of reference labels and group labels, and storing contents of  
4 the persistent segment store as part of the on-line backup system.

1 11. (new) The method of claim 7, wherein the input data comprises portions  
2 of files in a file system, further comprising representing files in the file system as sequences of at  
3 least one of reference labels and group labels and a segment store.

1 12. (new) The method of claim 7, wherein the input data comprises portions  
2 of files to be used in a file system, the method further comprising:

3 when storing a file to the file system, encoding it with at least one segment of the  
4 file being represented as a segment referenced in the persistent segment store; and

5 when retrieving a file from the file system, caching the file in a local file store as a  
6 decoded file, wherein each reference label and each group label is replaced with corresponding  
7 segment data from the persistent segment store.

1 13. (new) A method for encoding data in a system, the method comprising:  
2 determining a set of cut points for input data based on a fingerprint function, the  
3 fingerprint function indicating a cut point based on a number of symbols input into the  
4 fingerprint function;

5 segmenting the input data based on the set of cut points;  
6 for each segment, determining whether the segment is to be a referenced segment;

7                   for each referenced segment, replacing segments in the segmented input data with  
8 reference labels;  
9                   for each referenced segment not already present in a persistent segment store,  
10 storing a reference binding in the persistent segment store, wherein a reference binding  
11 associates a referenced segment's data and its reference label;  
12                   determining whether a group of reference labels should be grouped as a reference  
13 group;  
14                   for each reference group determined, replacing the references in the group with a  
15 group label; and  
16                   for each reference group not already present in the persistent segment store,  
17 storing a group reference binding in the persistent segment store, wherein a group reference  
18 binding associates a reference group's references with its group label.

1                   14. (new) The method of claim 13, wherein the fingerprint function  
2 comprises a hash function.

1                   15. (new) The method of claim 13, wherein determining the set of cut points  
2 comprises:

3                   determining a fingerprint window comprising a sequence of input symbols,  
4 wherein the fingerprint window is associated with an offset;

5                   inputting the sequence of input symbols into the fingerprint function, the  
6 fingerprint function outputting a fingerprint value; and

7                   determining from the fingerprint value if a cut point should be determined at the  
8 offset.

1                   16. (new) The method of claim 15, wherein determining the set of cut points  
2 comprises:

3                   if it is not determined from the fingerprint value that a cut point should be  
4 determined at a new offset, advancing the fingerprint window to comprise a new sequence of  
5 input symbols, wherein the fingerprint window is associated with the offset;

6                   inputting the new sequence of input symbols into the fingerprint function, the  
7                   fingerprint function outputting a new fingerprint value; and  
8                   determining from the new fingerprint value if a cut point should be determined at  
9                   the new offset.

1                   17. (new) The method of claim 16, further comprising repeating the  
2                   advancing, inputting, and determining steps until a cut point is determined.

1                   18. (new) The method of claim 13, wherein determining whether the group of  
2                   references should be grouped as the reference group comprises:

3                   inputting the group of references into the fingerprint function, the fingerprint  
4                   function outputting a fingerprint value; and

5                   determining from the fingerprint value if the group of references should be a  
6                   grouped as a reference group.

1                   19. (new) The method of claim 18, further comprising:  
2                   if it is not determined from the fingerprint value that should be grouped as the  
3                   reference group, advancing the fingerprint window to comprise a new group of reference labels;  
4                   inputting the new group of reference labels into the fingerprint function, the  
5                   fingerprint function outputting a new fingerprint value; and  
6                   determining from the new fingerprint value if the new group of reference labels  
7                   should be a grouped as a reference group.

1                   20. (new) The method of claim 19, further comprising repeating the  
2                   advancing, inputting, and determining steps until the reference group is determined.

1                   21. (new) The method of claim 13, wherein the reference group comprises at  
2                   least one of a reference label and input data.

1                   22. (new) The method of claim 13, further comprising sending the segmented  
2                   input data, the segmented input data including at least one of a reference label and a group label.

1           23. (new) The method of claim 22, further comprising:  
2            for each reference label in the segmented input data, retrieving from the persistent  
3            segment store the segment's data that is associated with the reference label.

1           24. (new) The method of claim 22, further comprising:  
2            for each group label in the segmented input data, retrieving from the persistent  
3            segment store the reference labels that are associated with the group label; and  
4            for each reference label retrieved, retrieving from the persistent segment store the  
5            segment's data that is associated with the retrieved reference label.

1           25. (new) An encoder for encoding data, the encoder comprising:  
2            an input for receiving input data;  
3            fingerprint logic configured to determine a fingerprint representation of a number  
4            of sequential symbols in the sequence of symbols;  
5            a cutpoint determiner configured to determine a set of cut points in input data,  
6            wherein a cut point is determined using the fingerprint representation of the number of sequential  
7            symbols in the sequence of symbols;  
8            a segmenter configured to segment the input data as indicated by the set of cut  
9            points;  
10           a replacer comprising:  
11            for each segment, logic configured to determine whether the segment is to  
12           be a referenced segment;  
13            for each referenced segment, logic configured to replace the segment data  
14           of the referenced segment with a reference label;  
15            for each referenced segment not already present in a persistent segment  
16           store, logic configured to store a reference binding in the persistent segment store, wherein a  
17           reference binding associates a referenced segment's data and its reference label;  
18            logic configured to determine whether any sequence of segments is to be  
19           grouped as a reference group;

20 for each reference group, logic configured to replace the references in the  
21 group with a group label; and

22 for each reference group not already present in the persistent segment  
23 store, logic configured to store a group reference binding in the persistent segment store, wherein  
24 a group reference binding associates a reference group's references with its group label.

1 26. (new) The encoder of claim 25, wherein the replacer comprises:  
2 logic configured to recursively identify groups of labels into higher level groups,  
3 wherein groups of labels are one or more of groups of reference labels and groups of group  
4 labels;

5 for each higher level group, logic configured to replace the higher level group  
6 with a group label; and

7 for each higher level group not already present in the persistent segment store,  
8 logic configured to store a group reference binding in the persistent segment store for the higher  
9 level group.

1 27. (new) The encoder of claim 25, wherein the input data comprises  
2 payloads of messages between clients and servers in a client-server network.

1 28. (new) The encoder of claim 25, wherein the input data comprises portions  
2 of files in an on-line backup system, further comprising logic configured to represent files in the  
3 on-line backup system as sequences of at least one of reference labels and group labels, and logic  
4 configured to store contents of the persistent segment store as part of the on-line backup system.

1 29. (new) The encoder of claim 25, wherein the input data comprises portions  
2 of files in a file system, further comprising logic configured to represent files in the file system  
3 as sequences of at least one of reference labels and group labels and a segment store.

1 30. (new) The encoder of claim 25, wherein the input data comprises portions  
2 of files to be used in a file system, the encoder further comprising:

3                   logic configured to encode a file with at least one segment of the file being  
4                   represented as a segment referenced in the persistent segment store when storing the file to the  
5                   file system; and

6                   logic configured to cache a file in a local file store as a decoded file, wherein each  
7                   reference label and each group label is replaced with corresponding segment data from the  
8                   persistent segment store when retrieving the file from the file system.

1                   31. (new) A coder for processing data, the coder comprising:  
2                   a cut point determiner configured to determine a set of cut points for input data  
3                   based on a fingerprint function, the fingerprint function indicating a cut point based on a number  
4                   of symbols input into the fingerprint function;

5                   a segmenter configured to segment the input data based on the set of cut points;  
6                   a segment replacer comprising:

7                   for each segment, logic configured to determine whether the segment is to  
8                   be a referenced segment;

9                   for each referenced segment, logic configured to replace segments in the  
10                  segmented input data with reference labels; and

11                  for each referenced segment not already present in a persistent segment  
12                  store, logic configured to store a reference binding in the persistent segment store, wherein a  
13                  reference binding associates a referenced segment's data and its reference label;

14                  a reference replacer comprising:

15                  logic configured to determine whether a group of reference labels should  
16                  be grouped as a reference group;

17                  for each reference group determined, logic configured to replace the  
18                  references in the group with a group label; and

19                  for each reference group not already present in the persistent segment  
20                  store, logic configured to store a group reference binding in the persistent segment store, wherein  
21                  a group reference binding associates a reference group's references with its group label.

1                   32. (new) The coder of claim 31, wherein the fingerprint function comprises a  
2 hash function.

1                   33. (new) The coder of claim 31, wherein the cut point determiner is  
2 configured to:

3                   determine a fingerprint window comprising a sequence of input symbols, wherein  
4 the fingerprint window is associated with an offset;

5                   input the sequence of input symbols into the fingerprint function, the fingerprint  
6 function outputting a fingerprint value; and

7                   determine from the fingerprint value if a cut point should be determined at the  
8 offset.

1                   34. (new) The coder of claim 33, wherein the cut point determiner is  
2 configured to:

3                   if it is not determined from the fingerprint value that a cut point should be  
4 determined at a new offset, advance the fingerprint window to comprise a new sequence of input  
5 symbols, wherein the fingerprint window is associated with the offset;

6                   input the new sequence of input symbols into the fingerprint function, the  
7 fingerprint function outputting a new fingerprint value; and

8                   determine from the new fingerprint value if a cut point should be determined at  
9 the new offset.

1                   35. (new) The coder of claim 34, wherein the cutpoint determiner is  
2 configured to repeatedly advance, input, and determine until a cut point is determined.

1                   36. (new) The coder of claim 31, wherein the logic configured to determine  
2 whether the group of references should be grouped as the reference group comprises:

3                   logic to input the group of references into the fingerprint function, the fingerprint  
4 function outputting a fingerprint value; and

5 logic to determine from the fingerprint value if the group of references should be  
6 a grouped as a reference group.

1 37. (new) The coder of claim 36, wherein the logic configured to determine  
2 whether the group of references should be grouped as the reference group comprises:

3 if it is not determined from the fingerprint value that should be grouped as the  
4 reference group, logic configured to advance the fingerprint window to comprise a new group of  
5 reference labels;

6 logic configured to input the new group of reference labels into the fingerprint  
7 function, the fingerprint function outputting a new fingerprint value; and

8 logic configured to determine from the new fingerprint value if the new group of  
9 reference labels should be a grouped as a reference group.

1 38. (new) The coder of claim 37, wherein the reference replacer is further  
2 configured to repeatedly advance, input, and determine until the reference group is determined.

1 39. (new) The coder of claim 31, wherein the reference group comprises at  
2 least one of a reference label and input data.

1 40. (new) The coder of claim 31, further comprising a communicator  
2 configured to send the segmented input data, the segmented input data including at least one of a  
3 reference label and a group label.

1 41. (new) The coder of claim 40, further comprising:  
2 for each reference label in the segmented input data, a decoder configured to  
3 retrieve from the persistent segment store the segment's data that is associated with the reference  
4 label.

1 42. (new) The coder of claim 41, wherein the decoder is configured to:  
2 for each group label in the segmented input data, retrieve from the persistent  
3 segment store the reference labels that are associated with the group label; and

- 4 for each reference label retrieved, retrieve from the persistent segment store the
- 5 segment's data that is associated with the retrieved reference label.